GOVERNMENT OF ANDHRA PRADESH ABSTRACT

Industrial Promotion – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 to M/s Ultra Tech Cement (UTCL), a part of Aditya Birla Group, to set-up a Greenfield Cement Manufacturing Facility in Dachepalli, of Guntur District – Orders- Issued.

INDUSTRIES & COMMERCE (IP & INF) DEPARTMENT

G.O.MS.No. 148.

Dated:18-11-2014 Read the following:-

1. From M/s Ultra Tech Cement (UTCL), a part of Aditya Birla Group Letter dated: 27.08.2014

2. State Investment Promotion Committee Meeting held on 19.09.2014

3. State Investment Promotion Board Meeting held on 26.09.2014

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ORDER:-

In the letter 1st read above, M/s Ultra Tech Cement (UTCL), a part of Aditya Birla Group has informed that they propose to setup a 4.8 MTPA greenfield cement plant in Dachepalli of Guntur District with an investment of Rs. 4000 Crore with a potential to create employment to 1500 persons directly and indirectly. The company has requested the Government for providing incentives/benefits as a measure of industrial promotion.

- 2. In the reference 2nd read above, the State Investment Promotion Committee (SIPC) has discussed the proposal and recommended the following incentives/benefits, under Industrial Investment Promotion Policy 2010-15:
 - a. Extend a package of incentive as per existing Industrial Investment Promotion policy.
 - b. Director Mines & Geology Department to expedite Prospecting Licences for 1400.10 acres land in Madinapadu & Tangeda and 1866 acres land in Madinapadu & Sarangapalli on fast track.
- 3. In the reference 3rd read above, the State Investment Promotion Board (SIPB) has discussed the proposal and recommended the following incentives, under Industrial Investment Promotion Policy 2010-15:
 - a. Extend incentive package as per existing Industrial Investment Promotion policy.
 - b. Director Mines & Geology Department to expedite all pending Prospecting Licences for Cement Industries which are likely to come up.
- 5. Government after careful examination of the recommendations of the State Investment Promotion Board, hereby extend incentive package as per policy to M/s Ultra Tech Cement (UTCL) who propose to setup a greenfield cement plant in Guntur District under Industrial Investment Promotion Policy 2010-15 which includes the following:
 - a. 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use.
 - b. 100% reimbursement of Stamp duty for Lease of Land/Shed/ Buildings and also mortgages and hypothecations.
 - c. Fixed power cost reimbursement @ Rs.0.75 per unit (upper ceiling) on the proposed revised rates (2010-11) for 5 years from the date of commencement of commercial production. In case, decrease in Power Tariff, the reimbursement will be reduced proportionately.

- d. Reimbursement of 25% VAT/CST or State Goods and Services Tax (SGST) for a period of 5 years from the date of commencement of commercial production.
- e. 50% Reimbursement of cost involved in skill upgradation and training the local manpower limited to Rs.2000 per person.
- f. 25% subsidy on specific cleaner production measures limited to Rs.5.00 Lakhs; and
- g. Infrastructure like roads, power and water will be provided at door step of the industry for standalone units by contributing 50% of the cost of infrastructure from IIDF with a ceiling of Rs.1.00 Crore, subject to (a) the location should be beyond 10 kms from the existing Industrial Estates/IDA's having vacant land/shed for allotment and (b) cost of the infrastructure limited to 15% of the eligible fixed capital investment made in the industry.
- 6. The Mines & Geology Department is directed to expedite Prospecting Licences for 1400.10 acres land in Madinapadu & Tangeda and 1866 acres land in Madinapadu & Sarangapalli on fast track.
- 7. The Commissioner of Industries, Government of AP, Hyderabad shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

J.S.V.PRASAD
PRINCIPAL SECRETARY TO GOVERNMENT & CIP

To

The Commissioner of Industries, A.P., Hyderabad.

M/s Ultra Tech Cement (UTCL), through the Commissioner of Industries, AP, Hyderabad.

Copy to:

The Revenue (CT) Department.

The Industries & Commerce (Mines) Department.

The Revenue (Registration) Department.

The Energy Department.

The Irrigation & CAD (Reforms) Dept.

The Law (H) Department.

The Accountant General, Andhra Pradesh, Hyderabad

The Commissioner of Commercial Taxes, GoAP Hyderabad

The Chairman & Managing Director, APTRANSCO., Hyderabad

The Managing Director, APSPDC Ltd., Tirupathi

The Vice Chairman & Managing Director, APIIC, Hyderabad.

The District Collector, Guntur

The General Manager, District Industries Centre, Guntur

P.S. to Secretary to Chief Minister

P.S. to Chief Secretary to Government

P.S. to Principal Secretary to Government & CIP, Industries & Commerce Dept.

SC/SF.

//FORWARDED: : BY ORDER//

SECTION OFFICER